

Natural Resources Commission

June 5, 2008



Monthly Budget Update

EXPLANATION OF FISCAL YEAR 2008 BUDGET AND SPEND PLAN REPORT

The report summarizes the DNR's appropriations and plans for spending for Fiscal Year 2007-2008 (October 1, 2007 through September 30, 2008). An explanation of the columns of the report follows:

Column A	The amounts appropriated for Fiscal Year 2008 operations.
Column B	All adjustments to the appropriated amounts such as legislative transfers, supplemental appropriations, Executive Orders, or excess budgetary authority where revenues are not expected to meet the appropriated amounts.
Column C	Sums the first two columns and represents the amount available to spend.
Columns D and E	The divisions' initial plans for spending and revisions, respectively. As funds are incorporated into these plans, column E will be adjusted monthly to reflect those changes.
Column F	The divisions' current plans for spending.
Column G	Amounts which have not yet been allocated to a specific plan for spending, or revenues that are being retained for future funding challenges. These amounts may or may not lapse at year-end.
Column H	Year-to-date expenditures that provide a measurement of progress, with respect to the current plans for spending.

DEPARTMENT OF NATURAL RESOURCES
FISCAL YEAR 2008 BUDGET AND SPEND PLAN REPORT
FOR MONTH ENDING: MAY
(Thousands of Dollars)

	A Appropriation PA 122 of 2007	B Adjustments ¹	C (A+B) Available to Spend	D Initial Spend Plan	E Revisions to Spend Plan ²	F (D+E) Current Spend Plan	G (C-F) Estimated Remaining ²	H Year to Date Expend. thru April
Budget	1,034.6	(19.9)	1,014.7	955.7	58.4	1,014.1	0.6	505.1
Building Occupancy (Rent)	3,200.7		3,200.7	3,200.7		3,200.7	0.0	1,692.2
Communications	3,378.2		3,378.2	3,378.2	(2.7)	3,375.5	2.7	1,408.0
Executive	2,607.3		2,607.3	2,628.4	106.1	2,734.5	(127.2)	1,433.7
Financial Services	2,560.9		2,560.9	2,323.4	(45.1)	2,278.3	282.6	1,149.6
Fisheries	29,664.9	(740.0)	28,924.9	28,768.1	227.9	28,996.0	(71.1)	15,126.0
Forest Mineral & Fire Mgmt	38,637.0	(906.7)	37,730.3	36,247.6	781.6	37,029.2	701.1	18,875.1
Grants	34,636.9	(6,954.2)	27,682.7	27,178.4	204.3	27,382.7	300.0	11,487.2
Grants Management	1,356.0	(121.7)	1,234.3	1,197.9	7.4	1,205.3	29.0	582.6
Human Resources Call Cntr	163.0		163.0	163.0		163.0	0.0	163.0
Human Resources	2,137.7		2,137.7	2,137.7	(30.1)	2,107.6	30.1	1,008.0
Information Tech	8,901.7		8,901.7	8,901.7	(84.2)	8,817.5	84.2	4,011.8
Internal Audit	867.0		867.0	756.7	85.9	842.6	24.4	420.7
Land and Facilities	20,310.6	(2,503.9)	17,806.7	17,350.9	85.7	17,436.6	370.1	8,898.9
Law Enforcement	32,042.6	(481.1)	31,561.5	28,629.5	1,725.4	30,354.9	1,206.6	14,055.4
Parks and Recreation	63,057.5	(119.8)	62,937.7	60,089.1	380.2	60,469.3	2,468.4	22,911.7
Payments in Lieu of Taxes	14,184.1		14,184.1	14,176.2	(200.9)	13,975.3	208.8	10,228.7
Wildlife	29,454.7	(274.0)	29,180.7	28,724.5	160.9	28,885.4	295.3	12,584.8
Total	288,195.4	(12,121.3)	276,074.1	266,807.7	3,460.8	270,268.5	5,805.6	126,542.5

¹Column B adjustments are detailed on page 3.

² Significant column E revisions to spend plan and column G estimated remaining are detailed on page 4.

**DEPARTMENT OF NATURAL RESOURCES
NOTES FOR BUDGET ADJUSTMENTS
FOR MONTH ENDING: MAY
(Thousands of Dollars)**

	<u>Adjustments</u>	
Budget	(19.9)	Federal Dept of Interior - Dingell Johnson (\$17.8), Federal Dept of Interior - Pittman Robertson (\$2.1)
Fisheries	(740.0)	Federal EPA (\$165.0), Fisheries Settlement (\$105.5), Federal Dept of Agriculture (\$9.3), Federal Dept of Interior - State Wildlife Grants (\$331.7), Private (\$116.3), Federal Dept of Energy (\$1.0), Federal Dept of Commerce (\$11.2)
Forest Min & Fire Mgmt	(906.7)	Unearned: Federal Dept of Agriculture - Forest Service (\$850.4), Federal Dept of Interior (\$2.0), Federal EPA (\$1.0), Forest Recreation Fund (\$200.0), Private (\$823.3), Signshop (\$30.0); Supplemental: General Fund \$1,000.0
Grants	(6,954.2)	Unearned: Federal Dept of Interior - Land and Water Conservation Fund (\$1,730.9), Marine Safety Fund (\$480.0), Federal Homeland Security - Coast Guard (\$88.2), Federal Dept of Agriculture - Urban Forestry (\$3,450.0), Federal Dept of Agriculture - Forest Stewardship (\$175.0), Private (\$70.0), Federal Dept. of Agriculture - Timber Sales (\$1,010.1); Supplemental: St. Jean boating access site \$50.0
Grants Management	(121.7)	Federal Dept of Interior - Land and Water Conservation Fund (\$121.7)
Land and Facilities	(2,503.9)	Land Exchange Facilitation Fund (\$1,407.1), Engineering charges (\$575.2), Land transactions charges (\$317.0), MacMullan Center (\$204.6)
Law Enforcement	(481.1)	Federal Homeland Security - Coast Guard (\$463.0), Federal Dept of Commerce - Thunder Bay Underwater Preserve (\$18.1)
Parks and Recreation	(119.8)	Federal EPA (\$119.8)
Wildlife	(274.0)	Sportsmen Against Hunger (\$207.0), Private (\$35.0), Federal Dept of Agriculture - Chronic Wasting Disease (\$31.0), Federal EPA (\$1.0)
Total	<u>(12,121.3)</u>	

DEPARTMENT OF NATURAL RESOURCES
NOTES FOR SIGNIFICANT SPEND PLAN REVISIONS AND ESTIMATED REMAINING
FOR MONTH ENDING: MAY
(Thousands of Dollars)

	<u>Spend Plan</u> <u>Revisions</u>	
Budget	58.4	Updated payroll estimates
Executive	106.1	Primarily updated payroll estimates
Fisheries	227.9	Updated payroll estimates, Viral Hemorrhagic Septicemia (VHS) grants allocated, adjustments to university contracts and training budget, funding for Lake Bruin pier, increased spending for maintenance projects and equipment
Forest Min & Fire Mgmt	781.6	Updated payroll estimates, removed \$150.0 Pere Marquette trestle renovation, added non-career limited term fire officers and recreation state workers, updated travel and CSS&M estimates (supplemental increases of \$857.8)
Grants	204.3	Spend plan adjusted to reflect higher than expected Federal Homeland Security - Coast Guard allocations and \$50.0 grant in supplemental; Partially off-set by anticipated lapse in Snowmobile Law Enforcement Grants of \$300.0
Information Tech	(84.2)	MCCC Endowment funds expected to be lapsed, projected savings due to vacancies and unfulfilled contractual services
Internal Audit	85.9	Updated payroll estimates, DIT related purchases, and \$25.0 reserve for transfer to PILT
Land and Facilities	85.7	Updated payroll estimates based on unfilled positions; Offset by addition of approx. \$300.0 to extend Electronic Data Systems (EDS) contract for the Retail Sales System; updated expenses related to land acquisitions
Law Enforcement	1,725.4	Updated payroll estimates (including changes in OT), additional \$400.0 for MSU shooting range, additional \$500.0 legal contingency, additional \$150.0 for DNA testing, reduced training unit travel
Parks and Recreation	380.2	Updated payroll estimates, increased equipment spending, Communications spending
Payments in Lieu of Taxes	(200.9)	Updated based on bills received
Wildlife	160.9	Updated payroll and CSS&M estimates, increased equipment spending
	<u>Estimated</u> <u>Remaining</u>	
Executive	(127.2)	Primarily additional projected payroll expense
Financial Services	282.6	Vacancy savings
Fisheries	(71.1)	Projected deficit will be eliminated by adjusting new employee hire dates or delaying purchases until next fiscal year
Forest Min & Fire Mgmt	701.1	Primarily Natural Resources Trust Fund, Park Endowment and Snowmobile Trail funds; Reserve of \$400.0 for transfer from Forest Recreation to Snowmobile Local Grants for purchase of grooming equipment
Grants	300.0	Anticipated lapse in Snowmobile Law Enforcement Grants
Information Tech	84.2	Expecting to lapse \$25.0 from MCCC Endowment Fund; Will request a work project to carry forward remaining
Land and Facilities	370.1	Primarily Land Exchange Facilitation Fund; Partially offset by deficit in Game and Fish due to EDS contract extension
Law Enforcement	1,206.6	\$806.6 from Game and Fish Protection Fund due to vacant conservation officer positions and \$400.0 from Wildlife Resource Protection Fund that will not be spent to keep the fund solvent
Parks and Recreation	2,468.4	\$2,468.4 will not be spent to keep the Park Improvement Fund solvent through Fiscal Year 2009
Payments in Lieu of Taxes	208.8	Expected savings based on the bills received
Wildlife	295.3	Primarily planned lapses in the Game and Fish - Deer Range Improv. Program and Game and Fish - Turkey subfunds